

ND RISK MANAGEMENT WORKERS COMPENSATION FUND

State Investment Board Balance Sheet As of 6/30/2007

	As of <u>6-30-07</u>	As of <u>6-30-06</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,598,025	\$ 1,376,017
DOMESTIC FIXED INCOME	2,492,774	2,281,062
INVESTED CASH (NOTE 1)	<u>127,114</u>	<u>101,175</u>
TOTAL INVESTMENTS	4,217,913	3,758,254
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	6,615	9,131
MISCELLANEOUS RECEIVABLE	<u>5</u>	<u>4</u>
TOTAL RECEIVABLES	6,620	9,135
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	543,408	779,765
OPERATING CASH	<u>355</u>	<u>331</u>
TOTAL ASSETS	<u><u>\$ 4,768,296</u></u>	<u><u>\$ 4,547,485</u></u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	543,408	779,765
ACCOUNTS PAYABLE	23	19
ACCRUED EXPENSES	45	43
INVESTMENT EXPENSE PAYABLE	<u>3,092</u>	<u>2,045</u>
TOTAL LIABILITIES	546,568	781,872
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	3,765,613	2,905,903
RESTATEMENT AMOUNT	0	(11)
CASH IN DURING YEAR (NOTE 3)	0	750,000
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>456,115</u>	<u>109,721</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>4,221,728</u>	<u>3,765,613</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u><u>\$ 4,768,296</u></u>	<u><u>\$ 4,547,485</u></u>

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State Investment Board Profit and Loss Statement For the Month Ended 6/30/2007

	Month Ended <u>6-30-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 12,445	\$ 146,461
SECURITIES LENDING INCOME	2,667	33,420
	<u>15,112</u>	<u>179,881</u>
 GAIN ON SALE OF INVESTMENTS	 85,841	 534,829
LOSS ON SALE OF INVESTMENTS	<u>55,385</u>	<u>330,506</u>
 NET GAINS (LOSSES) INVESTMENTS	 30,456	 204,323
 INVESTMENT EXPENSES	 1,204	 9,851
SECURITIES LENDING EXPENSES	2,585	32,538
 NET INVESTMENT INCOME	 41,779	 341,815
 NET APPREC (DEPREC) MARKET VALUE	 (82,148)	 114,914
MISCELLANEOUS INCOME/(EXPENSE)	<u>10</u>	<u>386</u>
 TOTAL INVESTMENT INCOME	 <u>(40,359)</u>	 <u>457,115</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	209	1,000
 NET INCREASE (DECREASE)	 <u>\$ (40,568)</u>	 <u>\$ 456,115</u>

ND RISK MANAGEMENT WORKERS COMPENSATION FUND
Notes To Financial Statements
June 30, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.